

### AMENDMENTS TO THE CLAIMS:

Please cancel claims 1, 4, 16, 20 and 29. Please amend claims 6, 9-11, 21-27, 31 and 34. This listing of claims replaces all prior versions, and listings of claims, in the application.

### LISTING OF CLAIMS:

- 1-5. (Cancelled)
6. (Currently Amended) A method for producing a cell that contains heterologous nucleic acid, comprising introducing a satellite artificial chromosome (SATAC) into the cell, ~~The method of claim 1,~~ wherein the cell is a plant cell.
7. (Original) The method of claim 6, wherein the SATAC is a plant artificial chromosome.
9. (Currently Amended) The method of claim 6[[1]], wherein the SATAC is introduced by a method selected from direct DNA transfer or uptake, electroporation, lipofection, nuclear microinjection, liposome mediated transfer, microprojectile bombardment, polycation-mediated transfer and microcell fusion.
10. (Currently Amended) The method of claim 6[[1]], wherein the SATAC is introduced by a method selected from microinjection, nuclear transfer, electrofusion, projectile bombardment and lipid-mediated transfer systems.
11. (Currently Amended) The method of claim 6[[1]], wherein the SATAC is produced by a method, comprising:
  - introducing a DNA fragment into a cell, wherein the DNA fragment comprises a selectable marker;
  - growing the cell under selective conditions to produce cells that have incorporated the DNA fragment into their genomic DNA, whereby a satellite artificial chromosome is produced; and
  - selecting a cell that comprises the satellite artificial chromosome (SATAC).
12. (Original) The method of claim 11, wherein the DNA fragment is introduced into or adjacent to an amplifiable region of a chromosome in the cell.
13. (Original) The method of claim 12, wherein the amplifiable region comprises rDNA.
14. (Original) The method of claim 12, wherein the amplifiable region comprises heterochromatin.
15. (Original) The method of claim 11, wherein the DNA is introduced into pericentric heterochromatin in a chromosome of the cell.
16. (Cancelled)
17. (Original) The method of claim 11, wherein the method for producing the SATAC further comprises isolating the SATAC.

18. (Original) The method of claim 11, wherein in the method for producing the SATAC, the DNA fragment comprises a sequence of nucleotides that targets the fragment to the heterochromatic region of a chromosome.

19. (Original) The method of claim 18, wherein the targeting sequence of nucleotides comprises satellite DNA.

20. (Cancelled)

21. (Currently Amended) The method of claim 6[[1]], wherein the SATAC is an isolated substantially pure SATAC. 21-27

22. (Currently Amended) The method of claim 6[[1]], wherein the SATAC is a megachromosome, comprising about 50 to about 450 megabases (Mb).

23. (Currently Amended) The method of claim 6[[1]], wherein the SATAC is a megachromosome, comprising about 250 to about 400 Mb.

24. (Currently Amended) The method of claim 6[[1]], wherein the SATAC is a megachromosome, comprising about 150 to about 200 Mb.

25. (Currently Amended) The method of claim 6[[1]], wherein the SATAC is a megachromosome, comprising about 90 to about 120 Mb.

26. (Currently Amended) The method of claim 6[[1]], wherein the SATAC is a megachromosome, comprising about 15 to about 60 Mb.

27. (Currently Amended) The method of claim 6[[1]], wherein the cell is an embryonic cell.

28. (Cancelled)

29. (Cancelled)

30. (Original) The method of claim 6, wherein the plant is tobacco, rice, maize, rye, soybean, Brassica napus, cotton, lettuce, potato, tomato or arabidopsis.

31. (Currently Amended) The method of claim 6[[1]], wherein the SATAC comprises nucleic acid encoding a gene product or a plurality of gene products.

32. (Original) The method of claim 31, wherein the gene products comprise a biosynthetic pathway.

33. (Cancelled)

34. (Currently Amended) The method of claim [[1]] 6, wherein the SATAC is produced by a method, comprising:

introducing a DNA fragment into a cell, wherein the DNA fragment comprises a selectable marker;

growing the cell under selective conditions to produce cells that have incorporated the DNA fragment into their genomic DNA, whereby a satellite artificial chromosome is produced; and

selecting a cell that comprises the satellite artificial chromosome (SATAC), wherein the satellite artificial chromosome comprises a plant centromere.